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# DIRECTORATE OF INTELLIGENCE

11 July 1988

,	North Korea-South Korea: Olympic Update
	Summary
Inforr queri	As the Olympics approach, North Korea has failed in its seven-year-long effort to change the venue of the Games from Seoul, build international support for a boycott, or negotiate a role as cohost. All but seven countries will send teams to the Olympics, and a record number of athletes will compete. P'yongyang nonetheless appears set on attempting to ruin the Games. To deal with its own diplomatic failure, it is portraying South Korea as too dangerous a site for the competition and encouraging South Korean dissidents to demonstrate to make that point. P'yongyang is also staging competing international events to distract domestic attention and force its allies to show their support. None of its tactics are working well. Assuming the Games go smoothly, South Korea is certain to use them to expand contacts with the North's Communist allies. As a result, North Korea could face even greater political and economic challenges from the South in the post-Olympic period.  The memorandum was prepared by
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Entering the Home Stretch
Final preparations are under way for the 17 September opening of the Seoul Olympics, with 161 countries sending teams. Only Cuba, Nicaragua, Ethiopia, Madagascar, Seychelles, Albania, and North Korea are refusing to attend. The North has repeatedly called for support from its major allies, but the Soviet Union, China, and the East Europeans have stood firm since accepting their invitations in January. Soviet behavior points clearly at Moscow's desire to participate. The visits by Soviet officials to South Korea to discuss security and logistics contrast sharply with the lack of communication between Moscow and the Los Angeles Olympic Organizing Committee in
the runup to the 1984 Olympics.
Despite a series of sports talks under the International Olympic Committee's auspices over the past three years, there appears virtually no chance of a North-South agreement to share Olympic events. IOC President Samaranch occasionally has repeated his offer to allow the North to host some archery, table tennis, women's volleyball, and other contests, but in late May he told reporters it was "too late" to arrange team events in the North. Samaranch has said he is willing to travel to P'yongyang for a last negotiating effort on sharing some individual competitions but
To date the North has declined to forward the invitation. P'yongyang has consistently rejected any participation formula short of cohosting and derides events proposed for the North as a mere subset of the "Seoul" Olympics. South Korea also is standing pat. President Roh Tae Woo, Park Sae Jikpresident of the Seoul Olympic Organizing Committeeand other spokesmen reject cohosting, although insist they are willing to accept North Korean participation.
P'yongyang in a Corner but Still Fighting
With the start of the Games looming, North Korea is trying to maximize the South's headaches and minimize its own loss of face. P'yongyang has stepped up propaganda that portrays the South as a dangerous venue—rampant with AIDS and crime—for the Olympics, hoping to persuade participants to back out. Since spring, the North has tried to make the Olympics an issue that would fuel student protests in the South. In stressing P'yongyang's interest in cohosting, the North Korean press has portrayed the South's refusal to agree as an attempt to perpetuate the division of the peninsula. We do not believe South Korean radicals are guided by the North, but they have adopted P'yongyang's position, arguing that the Olympics should symbolize Korean reunification. South Korean students who attempted to organize a meeting at

Several upcoming events suggest P'yongyang hopes to distract its domestic audience from the Olympics as well as force its allies to show public support:

•	North Korea is trying to attract a stellar international gathering for its 40th
	anniversary on 9 September, eight days before the Olympic opening ceremony, including Chinese Communist Party Chief Zhao Ziyang.
	North Korea
	also is asking African nations to send high-level delegations.
	The North hopes to stage a "counter Olympics" when it hosts the 1989 World
	Youth Festival, an event held under the auspices of the World Federation of
	Democratic Youth, a Soviet front organization. North Korean media have given
	great publicity to preparations for this event and to efforts to attract broad international participation.
	international participation.
	Divergence of a material and for the control of the
evnre	P'yongyang's returns so far have been thin. A recent article in the Soviet press ssed skepticism about the North's preparations for the Festival, for example, and
•	ted other countries' reluctance to send delegates "to the other end of the earth."
	so, the North has had some success in creating a sense of uneasiness in some
	ers about the Olympicsmany athletes and governments continue to express
	ern that North Korea might attempt to disrupt the Games with terrorism. Athletes
	United States and elsewhere also have expressed fear for their safety, and the
	alian Government has announced contingency planning for evacuation of sipants and spectators in case of trouble.
partic	ipants and spectators in case of trouble.
	Although there is no evidence that any country or national Olympic committee is
	mplating reversing its decision to participate, concern about Olympic security has
	ned close consultations on security, particularly among South Korea, the United
	s, and Japan. Even the Soviets and Chinese are promoting the security of the es; both reportedly approached P'yongyang about its intentions after the sabotage
	orth Korean agents of the Korean airliner lest year.
Outlo	ok
	North Korea retains the option of openly attacking the Olympic Games in a
	litch attempt to spoil the South's triumph, but the costs of thisor even the
	sorship of less dramatic terrorist actswould be high for P'yongyang. Assuming
	er tactic is chosen, a successful Olympics will enable Seoul to serve many goals, ling its push to expand ties to Communist states. The Olympics have already
	erated that development with the opening of a Hungarian trade office in Seoul.
	d and Yugoslaviaor at least its Slovene republichave indicated publicly they
	ollow suit. We believe China, the Soviet Union, and East Germany may well
	nge trade offices with South Korea after the Olympics.
	North Korea, meanwhile, is certain to face difficult choices. A stance in favor of
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Korea P'yon	gue obviously would represent tacit acceptance of an accommodation with a South

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and undercut its bedrock resistance to international recognition of two Korean states.

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